



## City of Rock Falls Finance / Insurance Committee Meeting Minutes

**Date: 11-24-2015**

**Time Meeting Started: 5:00pm**

**Time Meeting Ended 5:49pm**

Members		Also Attended	
Alderman Kuhlemier – Chairman	p	Mayor Wescott	p
Alderman Logan	p	Administrator Blackert	p
Alderman Watts	p	Clerk Arduini	p
		Alderman Kleckler	p
Also Attended			

Topic	Discussion	Plan of Action
1.Call to Order @ 5:00p.m. – Chairman Kuhlemier	Meeting was called to order at 5:00om	Meeting begins at 5:00pm
2.Public Comment	None	No action
3.Approve Minutes – Finance Committee meeting October 27th, 2015	The minutes were reviewed by the committee	Minutes approved
4.New Business: a.Schmitt and Hallman property financing	<p>City Administrator Robbin Blackert explained that funding for the Hallman property purchase through Sauk Valley Bank would involve the city purchasing the eastern parcel for \$575,000 cash. The remainder of the land would be financed with an interest only loan for 3 years on the \$1.44M at 2.27% interest. The Schmitt property which was a 2 year interest only loan may now be closer to 2% instead of the 1.97% originally offered due to the added time to close. Adm. Blackert explained that the payments for the loans will be semi- annually at \$25825.00. The cash for the \$575,000 will be borrowed from Electric and general fund reserves to be paid back at 1% interest when the parcels are sold. The electric department has enough in reserves, and will still comply with the fund reserve policy.</p> <p>Mayor Wescott would like to have the paybacks to the City approved by the council in the form of resolutions.</p> <p>Alderman Kleckler inquired about drainage districts, and how the city accounting is done for the purchase.</p> <p>Chairman Kuhlemier suggested that matching grants for development infrastructure may be available from Blackhawk Hills, and EDA.</p>	The committee recommends that the resolutions be drafted, and sent to council for approval at the December 1 <sup>st</sup> Council Meeting.
b.RFCDC funding	<p>Adm. Blackert presented a spreadsheet outlining the amount paid out to the RFCDC at \$1.5M since inception.</p> <p>Mayor Wescott stated that the agreement goes back to 2002. Recently the IDC had made arrangements for Industrial Park land, and river front property to help the RFCDC receive some benefit from the sale of those parcels. The RFCDC has also been working toward the goal of development on the slab at East 2<sup>nd</sup> Street, but without additional funding from the City, this project may not have enough capital to proceed. Mayor Wescott explained that economic development is difficult, and some things that happened was not the fault of the RFCDC. The City had always thought that the RFCDC would be a self-funded entity, but that has not happened.</p> <p>The committee discussed the situation and was thankful for all of the hard work that was done by the employees and volunteers over 13 years.</p>	The Committee recommends that the City Council give notice to the members of the RFCDC, and terminate the agreement.

5. Municipal Investment Reports	The report was reviewed by the committee.	Report approved
6. Adjournment	With nothing else for the good of the committee the meeting was adjourned at 5:49pm	Meeting ends at 5:49pm

\_\_\_\_\_ Committee Chairman